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JOE B. ADAMS CONSULTING GEOLOGIST

May 27, 2003

Honorable James H. Welsh Commissioner of Conservation P.O. Box 94275 Baton Rouge, Louisiana 70804-9275

Re:: APPLICATION FOR PUBLIC HEARING
HACKBERRY ZONE, RESERVOIR B,
Marceaux Island Field
Cameron Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of SAMUEL GARY JR. and ASSOCIATES ("Applicant") for the calling of a public hearing, after legal notice to consider evidence relative to the issuance of an order pertaining to the following matters relating to the **HACKBERRY ZONE**, Reservoir B in Marceaux Island Field, Cameron Parish, Louisiana:

- 1. To establish rules and regulations and to create a single drilling and production unit of approximately 320 acres for the the exploration for and production of gas and condensate from the Hackberry Zone, Reservoir B in Marceaux Island Field, Cameron Parish, Louisiana; and
- 2. To force pool and integrate all separately owned tracts, mineral interest and other property interests within the unit so created, in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950 with each tract sharing in unit production on a surface acreage basis of participation; and
- 3. To designate a unit operator; and
- 4. To designate a unit well for the HBY RB SUA; and

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The Hackberry Zone, Reservoir B in Marceaux Island Field, Cameron Parish, Louisiana is hereby defined as those gas and condensate bearing sands encountered between the depths of 12,310 feet and 12,740 feet (electric log measurements) (12,251 feet and 12,681 feet TVD) in Samuel Gary (Manti) - Matilda Gray No. 1 well located in section 16, Township 13 South - Range 14 west, Cameron Parish, Louisiana.

Pertinent data concerning this application is available for inspection at the offices of Joe B. Adams, 9141Interline Ave. Ste. 3A, Baton Rouge, Louisiana 70809. Any person wishing to inspect such data should call Mr. Adams (225) 929-6097 during normal business hours in order to arrange a date and time for such inspection. A copy of any such data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

A pre-application Conference was held at 10:30 a.m. on Friday May 23, 2003 at the offices of Joe B. Adams. The conference was opened and the basis for the applicant's proposal was presented. Mr. Gary Duncan, representing the office of Mineral Resources presented a proposal that would center the well in a 320 acre square. A compromise could not be reached and the attached unit proposal is being requested by the applicant. A copy of those in attendence is also attached.

Pursuant to the aforesaid Revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom this application is being sent and has attached hereto a list of the names and addresses of such parties. The list of Interested Owners, Represented Parties and Interested Parties is being sent to the Commissioner of Conservation only. A copy of this letter and the attached plat is being sent to the District Manager of the Lafayette District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties, as shown on the attached list.

Applicant will provide for POSTING of a copy of the legal notice of the hearing and the enclosed plat at a prominent place in the area affected and will cause the LEGAL NOTICE to be PUBLISHED in a newspaper of general circulation in the vicinity of the Marceaux Island Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners,

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Enclosed is a check, in the amount of \$ 755.00, payable to the Louisiana Office of Conservation, which represents the required hearing fee.

Respectfully submitted, Jac 6. Adams

Joe B. Adams

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cc: Mr. Richard Hudson (w/ encls.)
Samuel Gary Jr. & Associates (w/ encls.)
All Interested Owners, Interested Parties and
Represented Parties

